

**ND ASSOCIATION OF COUNTIES FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2003**

	February-03				January-03				December-02				September-02				Current Fiscal YTD	Prior Year FY02	3 Years Ended 6/30/2002	5 Years Ended 6/30/2002
	Allocation				Allocation				Allocation				Allocation							
	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Market Value	Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																				
<i>Structured Growth</i>																				
<i>AllianceBernstein</i>	7,445	3.0%	3.0%	-0.87%	6,319	2.5%	3.0%	-2.36%	6,470	2.6%	3.0%	2.89%	6,287	2.6%	3.0%	-13.54%	-13.90%	-28.65%	-16.80%	N/A
<i>Russell 1000 Growth</i>				-0.46%				-2.43%				7.15%				-15.05%	-11.59%	-26.49%	-16.15%	N/A
<i>Structured Value</i>																				
<i>LSV</i>	6,811	2.7%	3.0%	-3.15%	7,064	2.8%	3.0%	-2.66%	7,256	2.9%	3.0%	6.53%	6,813	2.8%	3.0%	-18.60%	-18.25%	2.41%	5.40%	N/A
<i>Russell 1000 Value</i>				-2.67%				-2.42%				9.22%				-18.77%	-15.74%	-8.96%	-2.92%	N/A
<i>S&amp;P 500 Index</i>																				
<i>State Street</i>	32,302	13.0%	14.0%	-1.50%	32,910	13.2%	14.0%	-2.62%	33,797	13.4%	14.0%	8.41%	31,174	13.0%	14.0%	-17.26%	-13.96%	-18.03%	-9.27%	N/A
<i>S&amp;P 500</i>				-1.50%				-2.62%				8.44%				-17.28%	-13.96%	-17.99%	-9.18%	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	46,558	18.7%	20.0%	-1.67%	46,293	18.5%	20.0%	-2.60%	47,522	18.9%	20.0%	7.34%	44,273	18.4%	20.0%	-16.96%	-14.62%	-16.89%	-8.30%	N/A
<i>S&amp;P 500</i>				-1.50%				-2.62%				8.44%				-17.28%	-13.96%	-17.99%	-9.18%	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>																				
<i>Manager-of-Managers</i>																				
<i>SEI</i>	22,864	9.2%	10.0%	-2.85%	23,544	9.4%	10.0%	-2.62%	24,171	9.6%	10.0%	4.91%	23,041	9.6%	10.0%	-19.31%	-19.91%	-11.77%	N/A	N/A
<i>Russell 2000 + 200bp</i>				-2.85%				-2.60%				6.68%				-20.97%	-20.22%	-7.96%	N/A	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	22,864	9.2%	10.0%	-2.85%	23,544	9.4%	10.0%	-2.62%	24,171	9.6%	10.0%	4.91%	23,041	9.6%	10.0%	-19.31%	-19.91%	-11.69%	2.22%	N/A
<i>Russell 2000</i>				-3.02%				-2.77%				6.16%				-21.40%	-21.31%	-8.59%	1.67%	N/A
<b>CONVERTIBLES</b>																				
<i>TCW</i>	25,788	10.4%	10.0%	-1.58%	26,207	10.5%	10.0%	1.33%	25,857	10.3%	10.0%	8.15%	23,908	9.9%	10.0%	-10.05%	-2.98%	-20.37%	-2.22%	N/A
<i>First Boston Convertible Index</i>				0.17%				2.58%				9.83%				-8.47%	3.29%	-12.44%	0.11%	N/A
<b>INTERNATIONAL EQUITY</b>																				
<i>Large Cap - Active</i>																				
<i>Capital Guardian</i>	21,664	8.7%	9.0%	-2.30%	22,211	8.9%	9.0%	-4.73%	23,301	9.3%	9.0%	7.30%	21,782	9.0%	10.0%	-20.58%	-20.68%	-12.10%	-2.96%	N/A
<i>MSCI EAFE - 50% Hedged</i>				-2.13%				-4.94%				4.04%				-20.02%	-22.58%	-14.62%	-7.32%	N/A
<i>Small Cap - Value</i>																				
<i>Lazard</i>	2,370	1.0%	1.0%	-4.04%	2,469	1.0%	1.0%	-3.04%	2,545	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				-0.20%				-1.50%				N/A				N/A	N/A	N/A	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	24,034	9.6%	10.0%	-2.24%	24,681	9.9%	10.0%	-4.60%	25,846	10.3%	10.0%	7.81%	21,782	9.0%	10.0%	-20.58%	-20.15%	-12.10%	-2.96%	N/A
<i>MSCI EAFE - 50% Hedged</i>				-2.13%				-4.94%				4.04%				-20.02%	-22.58%	-14.62%	-7.32%	N/A
<b>DOMESTIC FIXED INCOME</b>																				
<i>Core Bond</i>																				
<i>Western Asset</i>	59,994	24.1%	22.5%	1.55%	60,890	24.4%	22.5%	0.85%	60,263	23.9%	22.5%	2.96%	59,018	24.5%	22.5%	3.51%	9.15%	8.36%	8.53%	N/A
<i>Lehman Aggregate</i>				1.38%				0.09%				1.57%				4.58%	7.78%	8.62%	8.10%	N/A
<i>Index</i>																				
<i>Bank of ND</i>	32,434	13.0%	13.5%	1.75%	31,986	12.8%	13.5%	0.04%	31,968	12.7%	13.5%	1.65%	33,060	13.7%	13.5%	5.96%	9.62%	8.38%	7.79%	N/A
<i>Bank of ND CD'S</i>	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	5.04%	5.55%	N/A
<i>Total Index</i>	32,434	13.0%	13.5%	1.75%	31,986	12.8%	13.5%	0.04%	31,968	12.7%	13.5%	1.65%	33,060	13.7%	13.5%	5.96%	9.62%	8.14%	7.66%	N/A
<i>Lehman Gov/Credit</i>				1.78%				0.00%				1.73%				5.70%	9.43%	8.24%	7.86%	N/A
<i>BBB Average Quality</i>																				
<i>Strong</i>	24,781	9.9%	9.0%	2.42%	24,341	9.8%	9.0%	0.36%	24,241	9.6%	9.0%	4.48%	23,400	9.7%	9.0%	3.08%	10.70%	N/A	N/A	N/A
<i>Lehman US Credit BAA</i>				2.28%				0.54%				4.59%				2.70%	10.46%	N/A	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	117,208	47.1%	45.0%	1.79%	117,217	47.0%	45.0%	0.53%	116,471	46.3%	45.0%	2.89%	115,478	48.0%	45.0%	4.11%	9.61%	7.55%	7.88%	N/A
<i>Lehman Gov/Credit</i>				1.78%				0.00%				1.73%				5.70%	9.43%	8.24%	7.86%	N/A
<b>CASH EQUIVALENTS</b>																				
<i>Bank of ND</i>	12,625	5.1%	5.0%	0.11%	11,616	4.7%	5.0%	0.12%	11,878	4.7%	5.0%	0.41%	12,213	5.1%	5.0%	0.48%	1.13%	2.41%	4.76%	N/A
<i>90 Day T-Bill</i>				0.09%				0.10%				0.43%				0.45%	1.07%	2.63%	4.68%	N/A
<b>TOTAL NDACo FUND</b>	249,077	100.00%	100.00%	-0.12%	249,558	100.00%	100.00%	-0.83%	251,745	100.00%	100.00%	4.65%	240,695	100.00%	100.00%	-6.55%	-3.13%	-4.80%	1.59%	N/A
<i>POLICY TARGET BENCHMARK</i>				0.03%				-0.98%				4.60%				-6.24%	-2.86%	-3.26%	1.76%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.